Prohibition on Remarriage

Preliminary Report

LEOFF Plan 2 Retirement Board

November 18, 2009

Issue Description

Surviving spouses who are receiving Workers' Compensation death benefits cannot continue to receive the benefit after remarriage.

Background Summary

- Inconsistency in remarriage policy
- Survivor Retirement Benefits not affected by remarriage
- Survivor Workers' Compensation benefits affected by remarriage when death related to occupational injury or disease

Key Issues

- Survivors penalized for remarriage
 - Face financial and moral/lifestyle decisions
 - Retroactive application to remarried survivors
- Affects more than just LEOFF Plan 2
- L&I issue/coordination of policy development

2007-08 Legislation

- Allow L2 Survivor to remarry without loss of benefits (HB 1545 – Rep Kirby)
 - Cost HB 1545 Fiscal Note
 - **•** 07-09: \$201,662
 - **•** 09-11: \$ 21,536
 - **11-13:** \$ 21,536
- House Passed; Stalled in Senate Rules

2009 Legislation

- Allow LEOFF Plan 2 Survivor to remarry without loss of benefits (HB 1212– Rep Kirby)
 - Cost HB 1212 Fiscal Note
 - 09-11: \$637,000
 - **11-13:** \$56,000
 - **13-15:** \$56,000
- House Passed; Senate Passed (Amended)
- Conference Committee

2009 Interim

- Letter to Director of L&I from Legislature
 - Should benefits continue
 - Policy history and reasons
 - Cost and impact on rates
 - Cost offsets/program savings
 - Number of spouses receiving benefits
 - Number of remarriages
 - Assumptions of additional survivors and remarriage
 - Treatment of public safety in other states

Other States

- Four other states do not terminate benefits upon remarriage
 - Kansas
 - Minnesota
 - Nevada
 - North Dakota

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Questions?